

**CITY OF LECOMPTON, KANSAS**

**REGULATORY BASIS FINANCIAL STATEMENTS**  
For the year ended December 31, 2016

And

**INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS**

...*KL*...

***Karlin & Long, LLC***  
***Certified Public Accountants***

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**CITY OF LECOMPTON, KANSAS  
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...KL...

***Karlin & Long, LLC***  
***Certified Public Accountants***

**INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS**

The Honorable Mayor and City Council  
P.O. Box 100  
Lecompton, Kansas 66050

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Lecompton, Kansas as of and for the year ended December 31, 2016, and the related notes to the financial statements.

***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statement that is free from material misstatement, whether due to fraud or error.

***Auditors' Responsibility***

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Lecompton to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Lecompton as of December 31, 2016, or changes in financial position and cash flows thereof for the year then ended.

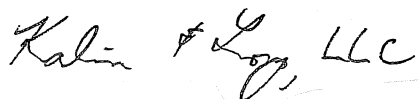
***Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Lecompton as of December 31, 2016, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

***Report on Supplementary Information***

Our audit was conducted for the purpose of forming opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1 and 2 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been

subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

A handwritten signature in cursive script that reads "Karlin & Long, LLC". The signature is written in dark ink and is positioned above the printed name of the firm.

Karlin & Long, LLC  
Certified Public Accountants

Lawrence, KS  
February 7, 2017

CITY OF LECOMPTON, KANSAS  
Summary Statement of Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended December 31, 2016

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	\$ 159,912	\$ 0	\$ 269,074	\$ 175,147	\$ 253,839	\$ 0	\$ 253,839
Special Purpose Funds							
Employee benefit reserve	1,276	0	10,266	11,000	542	0	542
Consolidated Street & highway	38,070	0	16,943	2,776	52,237	0	52,237
Capital Improvement Reserve	11,586	0	4,000	0	15,586	0	15,586
Equipment reserve	4,800	0	0	0	4,800	0	4,800
Housing Grant	1,362	0	0	0	1,362	0	1,362
Business Funds:							
Sewer Utility	75,893	0	51,635	54,250	73,278	0	73,278
Water Utility	541,342	0	169,991	166,111	545,222	0	545,222
Bond and Interest Fund:							
Bond and Interest	7,179	0	101,388	100,326	8,241	0	8,241
Capital Project							
Water Tower	6,983	0			6,983	0	6,983
Total Reporting Entity	\$ 848,403	\$ 0	\$ 623,297	\$ 509,610	\$ 962,090	\$ 0	\$ 962,090
Composition of Cash							
					Checking Accounts		\$ 328,963
					Savings Accounts		178,604
					Petty Cash		
					Municipal Investment Pool		
					Certificates of Deposit		454,523
					Total Component Unit		
					Total Reporting Entity		\$ 962,090

The notes to the financial statements are an integral part of this statement.

## CITY OF LECOMPTON, KANSAS

### NOTES TO FINANCIAL STATEMENTS

#### NOTE 1 – Summary of Significant Accounting Policies

##### Financial Reporting Entity

The City of Lecompton, Kansas is a municipal corporation governed by an elected six member council. The regulatory statement presents the City of Lecompton (the municipality). There are no organizations which meet the criteria for being combined in the City's report.

##### Regulatory Basis Fund Types

**General Fund** – The chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

**Special Purpose Funds** - Used to account for the proceeds of specific tax levies and other specific revenue sources (other than major capital projects and tax levies for long-term debt) that are intended for specified purposes.

**Bond and Interest Fund** – Used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

**Business Funds** – funds financed in whole or in part by fees charged to users of the goods or services (i.e. water fund, sewer fund, etc.)

##### Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt. Accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

## CITY OF LECOMPTON, KANSAS

### NOTES TO FINANCIAL STATEMENTS

#### NOTE 1 – Summary of Significant Accounting Policies (Continued)

##### Budgetary Information

Kansas Statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1<sup>st</sup>.
2. Publication in local newspaper on or before August 5<sup>th</sup> of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15<sup>th</sup>, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25<sup>th</sup>.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for the 2016 year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unused budgeted expenditure authority lapses at year end.



## **CITY OF LECOMPTON, KANSAS**

### **NOTES TO FINANCIAL STATEMENTS**

#### **NOTE 1 – Summary of Significant Accounting Policies (Continued)**

##### **Budgetary Information (continued)**

A legal operating budget is not required for capital projects funds, trust funds and the following special purpose funds:

- 1) Capital Improvement Fund,
- 2) Equipment Reserve Fund,
- 3) CDBG Grant Fund.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

#### **NOTE 2 – Stewardship, Compliance and Accountability**

We noted no violations of Kansas Statutes for the period under audit.

#### **NOTE 3 – Deposits and Investments**

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investments of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

##### **Concentration of Credit Risk**

State statutes place no limit on the amount the government may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405.

## **CITY OF LECOMPTON, KANSAS**

### **NOTES TO FINANCIAL STATEMENTS**

#### **NOTE 3 – Deposits and Investments (Continued)**

##### **Custodial Credit Risk – Deposits**

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2016.

At December 31, 2016, the City's carrying amount of deposits was \$ 962,090 and the bank balance was \$ 962,249. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance at year end, \$ 588,207 was covered by federal depository insurance and the remaining \$ 374,042 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

##### **Custodial Credit Risk- Investments**

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

#### **NOTE 4 – Defined Benefit Pension Plan**

**Plan Description** – The City of Lecompton, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost sharing multiple-employer defined benefit pension plan as provided by K.S.A 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 S. Kansas; Topeka, KS 66603) or by calling 1-888-275-5737.

## CITY OF LECOMPTON, KANSAS

### NOTES TO FINANCIAL STATEMENTS

#### NOTE 4 – Defined Benefit Pension Plan (continued)

**Contributions** – K.S.A. 74-4919 and K.S.A. 74-4921 establishes the KPERS member-employee contribution rates depending on whether the employee is KPERS 1, KPERS2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to provisions Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on results of each annual actuarial valuation. Kansas sets a limitation on annual increases in the employer contributions rates. The actuarially determined employer contribution rate (not including the .085% contribution rate for Death and Disability Program) and the statutory contribution rate was 9.48% for the fiscal year ended December 31, 2016. Contributions to the pension plan from the City of Lecompton, Kansas were \$6330 for the year ended December 31, 2016.

#### Net Pension Liability

At December 31, 2016, the City of Lecompton, Kansas' proportionate share of the collective net pension liability reported by KPERS was \$61,216 the net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined was an actuarial valuation as of December 31, 2015, which was rolled forward to June 30, 2016. The City of Lecompton, Kansas' proportion of the net pension liability was based on the ratio of the City of Lecompton, Kansas' contributions to KPERS, relative to the total employer and non employer contributions to the Local subgroup within KPERS. Since KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

The complete actual valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website [www.KPERS.org](http://www.KPERS.org) or can be obtained as described above.

## **CITY OF LECOMPTON, KANSAS**

### **NOTES TO FINANCIAL STATEMENTS**

#### **NOTE 5 – Other Long Term Obligations from Operations**

##### **Other Post Employment Benefits**

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the city is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the city makes health care available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

##### **Compensated Absences**

City employees receive vacation and sick leave benefits. Vacations benefits accrue on a monthly basis and an annual carryover caps the number of days transferred from year to year. Upon termination, employees are compensated for any unused vacation leave. Sick leave accrues on a monthly basis up to a maximum. Upon termination, employees are not compensated for any unused sick leave. This amount has not been recorded in the financial statements.

#### **NOTE 6 – Claims and Judgments**

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of February 7, 2017, grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employee; and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2015 to 2016 and there were no settlements that exceeded insurance coverage in the past three years.

## CITY OF LECOMPTON, KANSAS

### NOTES TO FINANCIAL STATEMENTS

#### **NOTE 6 – Claims and Judgments (continued)**

During the ordinary course of its operations the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material financial impact on the City.

#### **NOTE 7 – Operating Transfers**

Transfers during 2016 were as follows:

From	To		
Water Fund	Bond and Interest Fund	45,000	per K.S.A 72-6478
Sewer Fund	Bond and Interest Fund	15,000	per K.S.A. 72-6478

#### **NOTE 8 – Subsequent Events**

Management has evaluated the effects of the financial statement of subsequent events occurring through February 7, 2017 which is the date at which the financial statement was available to be issued.

CITY OF LECOMPTON, KANSAS

NOTES TO FINANCIAL STATEMENTS

**Note 9 - Long Term Debt**

Changes in long-term liabilities for the City for the year ended December 31, 2016 were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid		
General Obligation Bonds												
Series 2009A	4.125%	7/13/09	\$ 1,127,000	7/23/49	\$ 1,060,000	\$	\$ 15,000	\$ (15,000)	\$ 1,045,000	\$ 43,725		
Series 2009B	3.50%	7/20/09	549,000	7/23/49	512,000		8,000	(8,000)	504,000	17,920		
Series 2009C	4.375%	9/18/09	286,000	9/24/49	267,000		4,000	(4,000)	263,000	11,681		
Total Long Term Debt					<u>\$ 1,839,000</u>	<u>\$ 0</u>	<u>\$ 27,000</u>	<u>\$ (27,000)</u>	<u>\$ 1,812,000</u>	<u>\$ 73,326</u>		
Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:												
	2017	2018	2019	2020	2021	2022-2026	2027-2031	2032-2036	2037-2041	2042-2046	204-2049	Total
Principal												
General Obligation Bonds	\$ 27,000	\$ 28,000	\$ 30,000	\$ 30,000	\$ 31,000	\$ 180,000	\$ 221,000	\$ 265,000	\$ 326,000	\$ 397,000	\$ 277,000	\$ 1,812,000
Special Assessment Bonds												0
Certificates of Participation												0
Capital Leases												0
Revenue Bonds												0
KDHE Loans												0
Temporary Notes												0
Total Principal	27,000	28,000	30,000	30,000	31,000	180,000	221,000	265,000	326,000	397,000	277,000	1,812,000
Interest												
General Obligation Bonds	72,252	71,179	70,064	68,872	67,681	318,314	279,558	232,165	174,534	104,169	22,378	1,481,166
Special Assessment Bonds												0
Certificates of Participation												0
Capital Leases												0
Revenue Bonds												0
KDHE Loans												0
Temporary Notes												0
Total Interest	72,252	71,179	70,064	68,872	67,681	318,314	279,558	232,165	174,534	104,169	22,378	1,481,166
Total Principal and Interest	\$ 99,252	\$ 99,179	\$ 100,064	\$ 98,872	\$ 98,681	\$ 498,314	\$ 500,558	\$ 497,165	\$ 500,534	\$ 501,169	\$ 299,378	\$ 3,293,166

**City of Lecompton, Kansas**  
**Regulatory-Required**  
**Supplementary Information**  
**For the year ended December 31, 2016**

CITY OF LECOMPTON, KANSAS  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
(Budgeted Funds Only)  
For the Year Ended December 31, 2016

Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Fund	\$ 397,990	\$ 0	\$ 0	\$ 397,990	\$ 175,147	\$ (222,843)
Special Purpose Funds:						
Employee Benefit Fund	11,000	0	0	11,000	11,000	0
Consolidated Street & Highway	49,730	0	0	49,730	2,776	(46,954)
Total Special Purpose Funds	60,730	0	0	60,730	13,776	(46,954)
Business Funds:						
Sewer utility	119,194	0	0	119,194	54,250	(64,944)
Water Utility	521,635	0	0	521,635	166,111	(355,524)
Total Business Funds	640,829	0	0	640,829	220,361	(420,468)
Bond and Interest Fund:						
Bond and Interest	101,776	0	0	101,776	100,326	(1,450)



CITY OF LECOMPTON, KANSAS  
GENERAL FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended December 31, 2016

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 43,809	\$ 46,272	\$ (2,463)
Delinquent tax	6,827	1,200	5,627
Motor vehicle tax	6,691	6,742	(51)
RV tax	49	66	(17)
Watercraft tax	71	34	37
16/20M vehicle tax	40	46	(6)
Total taxes	57,487	54,360	3,127
Franchise fees	24,280	28,500	(4,220)
Intergovernmental revenues	1,523	1,778	(255)
Sales tax	128,007	95,000	33,007
Licenses, rent, permits	5,356	7,000	(1,644)
Solid Waste Collections	29,533	38,000	(8,467)
Interest income	1,217		1,217
Miscellaneous revenues	21,671		21,671
Operating transfers			0
Total Cash Receipts	269,074	224,638	44,436
<b>EXPENDITURES</b>			
General government			
Personnel services	24,590	35,000	(10,410)
Contractual	74,839	70,000	4,839
Commodities	22,959	30,000	(7,041)
Total General Government	122,388	135,000	(12,612)
Highways and streets	16,439	33,750	(17,311)
Debt service			0
Sanitation	35,725	45,000	(9,275)
Parks & Recreation	595	1,800	(1,205)
Capital outlay		149,440	(149,440)
Operating transfers		33,000	(33,000)
Adjustment for qualifying budget credits			0
Total Expenditures	175,147	\$ 397,990	\$ (222,843)
Receipts Over (Under) Expenditures	93,927		
Unencumbered Cash, Beginning	159,912		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 253,839		

CITY OF LECOMPTON, KANSAS  
SPECIAL PURPOSE FUND  
EMPLOYEE BENEFITS FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended December 31, 2016

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 8,943	\$ 9,087	\$ (144)
Delinquent tax	152	250	(98)
Motor vehicle tax	1,144	1,236	(92)
RV tax	9	12	(3)
Watercraft tax	13	6	7
16/20M vehicle tax	5	8	(3)
Intergovernmental revenue			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
<b>Total Cash Receipts</b>	<u>10,266</u>	<u>10,599</u>	<u>(333)</u>
<b>EXPENDITURES</b>			
General administration	11,000	11,000	0
Public safety			
Personnel services			0
Commodities			0
Contractual			0
Capital outlay			0
Operating transfers			0
Adjustment for qualifying budget credits			0
<b>Total Expenditures</b>	<u>11,000</u>	<u>\$ 11,000</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(734)		
Unencumbered Cash, Beginning	1,276		
Prior Year Cancelled Encumbrances	<u>0</u>		
<b>Unencumbered Cash, Ending</b>	<u>\$ 542</u>		

CITY OF LECOMPTON, KANSAS  
SPECIAL PURPOSE FUND  
 CONSOLIDATED STREET & HIGHWAY FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2016

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
16/20M vehicle tax			0
Fuel tax	16,943	17,790	(847)
Sales tax			0
Bond proceeds			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u>16,943</u>	<u>17,790</u>	<u>(847)</u>
<b>EXPENDITURES</b>			
Highway & Streets	2,776	49,730	(46,954)
Operating transfers			0
Adjustment for qualifying budget credits			0
	<u>2,776</u>	<u>\$ 49,730</u>	<u>\$ (46,954)</u>
Receipts Over (Under) Expenditures	14,167		
Unencumbered Cash, Beginning	38,070		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 52,237</u>		

CITY OF LECOMPTON, KANSAS  
BUSINESS FUND  
 SEWER UTILITY FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2016

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Charges for services	\$ 51,635	\$ 56,500	\$ (4,865)
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u>51,635</u>	<u>56,500</u>	<u>(4,865)</u>
Total Cash Receipts			
EXPENDITURES			
General Government	23,264	28,000	(4,736)
Production	15,986	24,000	(8,014)
Capital outlay		56,491	(56,491)
Debt service		10,703	(10,703)
Operating transfers	15,000		15,000
Adjustment for qualifying budget credits			0
	<u>54,250</u>	<u>\$ 119,194</u>	<u>\$ (64,944)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	(2,615)		
Unencumbered Cash, Beginning	75,893		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 73,278</u>		

CITY OF LECOMPTON, KANSAS  
BUSINESS FUND  
WATER FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2016

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Charges for services	\$ 169,991	\$ 190,000	\$ (20,009)
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<hr/>	<hr/>	<hr/>
Total Cash Receipts	169,991	190,000	(20,009)
	<hr/>	<hr/>	<hr/>
EXPENDITURES			
General Government	79,776	129,135	(49,359)
Production	41,335	250,000	(208,665)
Capital outlay		100,000	(100,000)
Debt service			0
Operating transfers	45,000	42,500	2,500
Adjustment for qualifying budget credits			0
	<hr/>	<hr/>	<hr/>
Total Expenditures	166,111	\$ 521,635	\$ (355,524)
	<hr/>	<hr/>	<hr/>
Receipts Over (Under) Expenditures	3,880		
Unencumbered Cash, Beginning	541,342		
Prior Year Cancelled Encumbrances	0		
	<hr/>		
Unencumbered Cash, Ending	\$ 545,222		
	<hr/>		

CITY OF LECOMPTON, KANSAS  
BOND AND INTEREST FUND  
 BOND AND INTEREST FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For the Year Ended December 31, 2016

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 34,940	\$ 35,506	\$ (566)
Delinquent tax	713	650	63
Motor vehicle tax	5,600	5,642	(42)
RV tax	41	55	(14)
Watercraft tax	60	28	32
16/20M vehicle tax	34	38	(4)
Fuel tax			0
Sales tax			0
Bond proceeds			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	<u>60,000</u>	<u>42,500</u>	<u>17,500</u>
 Total Cash Receipts	 <u>101,388</u>	 <u>84,419</u>	 <u>16,969</u>
 <b>EXPENDITURES</b>			
Debt Service	100,326	101,776	(1,450)
Operating transfers			0
Adjustment for qualifying budget credits	<u>          </u>	<u>          </u>	<u>0</u>
 Total Expenditures	 <u>100,326</u>	 <u>\$ 101,776</u>	 <u>\$ (1,450)</u>
 Receipts Over (Under) Expenditures	 1,062		
Unencumbered Cash, Beginning	7,179		
Prior Year Cancelled Encumbrances	<u>0</u>		
 Unencumbered Cash, Ending	 <u>\$ 8,241</u>		

## CITY OF LECOMPTON, KANSAS

## ANY NONBUDGETED FUNDS

Regulatory Basis

For the Year Ended December 31, 2016

	Capital Improvements	Equipment Reserve	Housing Grant
<b>CASH RECEIPTS</b>			
Federal grants	\$ 4,000	\$	\$
State aid/grants			
Loan Proceeds			
Charges for services			
Interest income			
Miscellaneous revenues			
Operating transfers			
Total Cash Receipts	<u>4,000</u>	<u>0</u>	<u>0</u>
<b>EXPENDITURES</b>			
Operations			
Personnel services			
Commodities			
Contractual			
Capital outlay			
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	4,000	0	0
Unencumbered Cash, Beginning	11,586	4,800 x	1,362
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	\$ <u>15,586</u>	\$ <u>4,800</u>	\$ <u>1,362</u>